

**FY2008  
ANNUAL FINANCING PLAN**

The FY2008 Annual Financing Plan (AFP) is a projected schedule for the sale of City bonds, notes and other financings expected in FY2008. The AFP lists the projected amount of issuance, the timing of the sale, the security for the issue, the issue type (a new issue, redemption or refunding) and the method of sale.

In FY2008, five issues are being planned (separate or combined) along with continued issuance under the four commercial paper programs for a total ranging from \$780 million to \$1.0 billion. The uses for the proceeds from the debt issuances include capital improvements, equipment purchases, and cash flow needs. Most of these debt issuances are for implementation of the capital improvement plan for the Houston Airport System, the Combined Utility System, streets and bridges, and various other public improvements.

As the name expresses, the AFP is a plan. The timing and amounts of the sale may vary, but the stated programs will generally be carried out within the parameters cited. The FY2008 AFP is outlined below.

<u>Issue</u>	<u>Notes</u>	<u>Planned Issue Size (\$ Millions)</u>	<u>Timing of Sale (Fiscal Year Basis)</u>	<u>Security for Issue</u>	<u>Issue Type</u>	<u>Planned Method of Sale</u>
Houston Airport System Commercial Paper	(1)	45-75	As needed	System Revenues	New	Negotiated
Combined Utility System Commercial Paper	(1)	260-300	As needed	System Revenues	New	Negotiated
Convention & Entertainment Facilities Commercial Paper	(1)	25-30	As needed	System Revenues	New	Negotiated
General Obligation Commercial Paper	(1) (5)	130-150	As needed	System Revenues	New	Negotiated
Certificates of Obligation	(3) (4)	10-12	2nd Qtr	Tax Revenue and other G.F. Revenue	New	Competitive/ Negotiated
Pension Bonds	(3)	35-55	2nd Qtr	Tax Revenue and other G.F. Revenue	New	Negotiated
Public Improvement Refunding Bonds	(2) (3) (5)	165 -200	2nd Qtr	Tax Revenue and other G.F. Revenue	New/ Refunding	Competitive/ Negotiated
Tax and Revenue Anticipation Notes		110-200	1st and/or 2nd Qtr	Tax Revenue and other G.F. Revenue	New	Competitive/ Negotiated

**NOTES:**

(1) Will be sold as needed during FY2008.

(2) New money and/or current refunding bonds as a result of taking out commercial paper.

(3) Depending on market conditions and operational considerations, these issues could be sold as either fixed or variable rate bonds on a negotiated basis.

(4) Dangerous Building

(5) Includes Commercial Paper Program, Series F that is reimbursed by the Stormwater Utility Fund 2302.